



INSURANCE FRAUD INVESTIGATION DIVISION

Kentucky Office of Insurance

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Charges and Convictions Activity – September 2005

Boone Mountain Services – On or about 12/16/03, Boone Mountain Services (Boone), a Kentucky corporation, acting with the knowledge of high managerial agents, submitted a payroll and premium report to Kentucky Employers Mutual Insurance Company (KEMI) that failed to disclose the full amount of payroll, allowing the company to avoid paying the correct amount of workers' compensation premium. On 7/25/05, Boone was charged with one felony count of fraudulent insurance acts in Letcher Circuit Court. On 8/24/05, Boone pled guilty to a felony count of fraudulent insurance acts and was ordered to pay a fine in the amount of \$100,000 of which \$25,000 was paid to the Fraud Division. The remaining amount of \$75,000 was probated for two years. Boone was also ordered to pay restitution to KEMI in the amount of \$346,330.12, and to pay \$2,500 to the Letcher County Commonwealth's Attorney Victim Advocate Fund.

William Kerry Browning – Between 10/30/01 and 9/30/03, Browning, a licensed agent, accepted over \$13,000 in premiums from clients but never forwarded the money to the insurance company. On 2/18/04, he was charged with ten felony counts of fraudulent insurance acts and four misdemeanor counts of fraudulent insurance acts in Edmonson Circuit Court. On 8/15/05, Browning pled guilty to ten felony counts of fraudulent insurance acts and was sentenced to ten years imprisonment.

Shannon Dunn – On or about 5/19/03, Dunn submitted a false document to Humana Insurance for over \$18,000.00 in reimbursement of medical services she did not receive. On 7/6/05, Dunn was charged with one felony count of fraudulent insurance acts in Jefferson District Court. On 9/19/05, she pled guilty to one felony count of fraudulent insurance acts and was sentenced to one year and a fine in the amount of \$1,000. Both the sentence and the fine were diverted for two years. She must also pay \$120 in court costs.

Aisha Ingram – On or about 3/3/03 and 3/4/03, Ingram obtained a health insurance card belonging to her sister and used the card to obtain dental services to which she was not entitled. On 6/16/05, Ingram was charged with one felony count of fraudulent insurance acts in Jefferson District Court. On 8/26/05, she pled guilty to the amended misdemeanor charge of attempted fraudulent insurance acts and was sentenced to 365 days conditionally discharged for two years and ordered to pay \$700.00 to the Insurance Fraud Investigation Division.

Ken Jones – On or about 9/30/03, Jones, a contractor, presented a fake certificate of insurance to Jimmy Nash Homes in order to obtain a construction contract. On 8/31/05, Jones was charged with one felony count of fraudulent insurance acts in Madison District Court.

Patricia Keith – On or about 9/2/03, Keith was in possession of a forged instrument, an insurance identification card, which she presented to the Madison County Clerk in order to renew her vehicle registration. On 8/16/05, Keith was charged with one felony count of criminal possession of a forged instrument in Madison District Court. On 8/31/05, she pled guilty to the amended misdemeanor charge of fraudulent insurance acts and was sentenced to 360 days conditionally discharged for two years. She was ordered to pay a \$250 fine (\$1,000 with \$750 suspended) to the Fraud Division for investigative expenses.

Gary King – On or about 3/28/03, King submitted an application to Kentucky Employers Mutual Insurance (KEMI) for workers' compensation coverage for several companies, but failed to disclose his logging operations in order to pay a lower premium. On 9/6/05, King was charged with one felony count of fraudulent insurance acts in Lee Circuit Court. He pled guilty to one felony count of fraudulent insurance acts and was sentenced to five years, placed on diversion for five years, and ordered to pay a \$10,000 fine to the Fraud Division. He has paid \$43,412.00 in restitution to KEMI.

Bryan Napier – Between 3/98 and 4/98, Napier received payments from Allstate Insurance and Atlanta Casualty for insurance claims but failed to inform the companies that damage to his vehicle resulted from previous accidents for which he had already been paid. On 11/8/04, Napier was charged with four felony counts of theft by deception in Perry Circuit Court. A warrant for his arrest has been issued and continues to be outstanding.

Norman Lee Watkins – On or about 5/5/04, Watkins was in possession of a forged instrument, a fraudulent insurance identification card, which he presented to the Jefferson County Clerk in order to register his vehicle. On 7/2/05, Watkins was charged with a felony count of criminal possession of a forged instrument II, and pled guilty to the amended misdemeanor charge of attempted criminal possession of a forged instrument II. He was sentenced to 90 days conditionally discharged for two years.